

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF JULY 31, 2007

	July-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Fiscal YTD	FY07	Ended	Ended
		Actual	Policy				6/30/2007	6/30/2007
							Net	Net
LARGE CAP DOMESTIC EQUITY								
<i>Structured Growth</i>								
LA Capital	760,668	3.2%	3.2%	-3.21%	-3.21%	21.75%	13.79%	N/A
Total Structured Growth	760,668	3.2%	3.2%	-3.21%	-3.21%	21.75%	13.79%	11.59%
Russell 1000 Growth				-1.55%	-1.55%	19.04%	8.70%	9.28%
<i>Structured Value</i>								
LSV	859,268	3.6%	3.6%	-4.79%	-4.79%	23.29%	19.11%	16.46%
Russell 1000 Value				-4.62%	-4.62%	21.87%	15.93%	13.31%
<i>Enhanced Russell 1000 Index</i>								
LA Capital	797,153	3.3%	3.4%	-3.82%	-3.82%	20.43%	13.31%	11.77%
Russell 1000				-3.09%	-3.09%	20.43%	12.34%	11.33%
<i>Enhanced S&P 500 Index</i>								
Northern Trust	723,014	3.0%	3.1%	-3.90%	-3.90%	19.26%	11.40%	10.53%
Westridge	940,613	3.9%	3.1%	-1.62%	-1.62%	21.05%	12.00%	11.00%
Wells Capital	607,081	2.5%	2.4%	-4.75%	-4.75%	30.71%	N/A	N/A
Franklin	538,425	2.3%	2.4%	-4.38%	-4.38%	N/A	N/A	N/A
Total Enhanced S&P 500 Index	2,809,132	9.5%	11.0%	-3.43%	-3.43%	21.56%	11.94%	11.24%
S&P 500				-3.10%	-3.10%	20.59%	11.68%	10.71%
<i>Absolute Return Strategy</i>								
Epoch	151,801	0.6%	1.1%	N/A	N/A	N/A	N/A	N/A
S&P 500				-3.10%	-3.10%			
<i>S&P 500 Index</i>								
State Street	375,899	1.6%	1.7%	-4.08%	-4.08%	21.86%	12.41%	11.15%
S&P 500				-3.10%	-3.10%	20.59%	11.68%	10.71%
TOTAL LARGE CAP DOMESTIC EQUITY	5,753,921	24.2%	24.0%	-3.70%	-3.70%	21.66%	13.61%	12.15%
S&P 500				-3.10%	-3.10%	20.59%	11.68%	10.71%
SMALL CAP DOMESTIC EQUITY								
<i>Manager-of-Managers</i>								
SEI	2,067,701	8.7%	8.6%	-7.14%	-7.14%	17.13%	13.31%	14.32%
Russell 2000 + 200bp				-6.67%	-6.67%	18.76%	15.72%	16.16%
Callan	848,676	3.6%	3.4%	-5.30%	-5.30%	21.00%	N/A	N/A
Russell 2000				-6.84%	-6.84%	16.44%		
TOTAL SMALL CAP DOMESTIC EQUITY	2,916,376	12.2%	12.0%	-6.60%	-6.60%	17.89%	13.50%	14.44%
Russell 2000				-6.84%	-6.84%	16.44%	13.45%	13.88%
INTERNATIONAL EQUITY								
<i>Large Cap - Core</i>								
State Street	261,904	1.1%	1.1%	-1.25%	-1.25%	27.82%	20.73%	15.09%
MSCI EAFE (1)				-1.47%	-1.47%	27.00%	20.77%	14.70%
<i>Large Cap - Active</i>								
Capital Guardian	795,486	3.3%	3.3%	-1.97%	-1.97%	26.04%	21.52%	14.83%
LSV	790,703	3.3%	3.3%	-1.92%	-1.92%	29.94%	N/A	N/A
Bank of Ireland	264,782	1.1%	1.1%	-1.49%	-1.49%	25.29%	19.70%	13.72%
Total Large Cap - Active	1,850,971	7.8%	7.7%	-1.88%	-1.88%	27.58%	22.64%	15.45%
MSCI EAFE - 50% Hedged				-2.31%	-2.31%	26.94%	22.55%	15.71%
<i>Small Cap - Active</i>								
Lazard	259,190	1.1%	1.1%	0.24%	0.24%	24.18%	22.99%	21.28%
Wellington	269,346	1.1%	1.1%	0.13%	0.13%	26.62%	20.49%	21.40%
Total Small Cap - Active	528,537	2.2%	2.2%	0.18%	0.18%	25.39%	21.75%	21.34%
Citigroup Broad Market Index < \$2BN				1.20%	1.20%	28.60%	26.33%	25.39%
TOTAL INTERNATIONAL EQUITY	2,641,411	11.1%	11.0%	-1.41%	-1.41%	27.21%	22.14%	16.66%
MSCI EAFE - 50% Hedged				-2.31%	-2.31%	26.94%	22.55%	15.71%
EMERGING MARKETS EQUITY								
<i>Core</i>								
JP Morgan	146,033	0.6%	0.5%	2.34%	2.34%	46.07%	N/A	N/A
PanAgora	145,909	0.6%	0.5%	6.13%	6.13%	46.34%	N/A	N/A
WestLB	146,854	0.6%	0.5%	6.60%	6.60%	42.11%	N/A	N/A
UBS	250,188	1.1%	0.9%	3.44%	3.44%	42.04%	N/A	N/A
Total Core	688,985	2.9%	2.4%	4.42%	4.42%	43.90%	37.74%	29.07%
MSCI Emerging Markets				5.33%	5.33%	45.45%	38.67%	21.67%
<i>Small Cap</i>								
DFA	163,300	0.7%	0.6%	4.80%	4.80%	68.14%	N/A	N/A
MSCI Emerging Markets				5.33%	5.33%	45.45%		
TOTAL EMERGING MARKETS EQUITY	852,284	3.6%	3.0%	4.49%	4.49%	48.23%	38.70%	29.61%
MSCI Emerging Markets				5.33%	5.33%	45.45%	38.67%	30.66%
DOMESTIC FIXED INCOME								
<i>Core Bond</i>								
Western Asset	650,504	2.7%	2.6%	0.35%	0.35%	7.00%	4.29%	5.59%
Lehman Aggregate				0.83%	0.83%	6.12%	3.98%	4.48%
<i>Index</i>								
Bank of ND	1,166,437	4.9%	6.1%	1.07%	1.07%	5.69%	3.78%	4.49%
Total Index	1,166,437	4.9%	6.1%	1.07%	1.07%	5.69%	3.92%	4.50%
Lehman Gov/Credit				1.00%	1.00%	6.00%	3.84%	4.69%
<i>Convertibles</i>								
Calamos (2)	666,778	2.8%	2.6%	-2.22%	-2.22%	N/A	N/A	N/A
Total Convertibles	666,778	2.8%	2.6%	-2.22%	-2.22%	12.55%	5.57%	3.31%
Merrill Lynch All Convertibles (3)				-2.40%	-2.40%	15.38%	8.30%	10.89%
<i>BBB Average Quality</i>								
Wells Capital	645,467	2.7%	2.6%	-0.14%	-0.14%	9.12%	5.96%	6.71%
Lehman BBB				-0.06%	-0.06%	7.54%	4.47%	6.43%

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		Actual	Policy				6/30/2007	6/30/2007
							Net	Net
Private Debt								
Prudential	655,807	2.8%	2.6%	0.62%	0.62%	7.16%	N/A	N/A
Lehman Aggregate				0.83%	0.83%	6.12%		
Timberland								
TIR - Teredo (4)	513,272	2.2%	2.2%	-0.06%	-0.06%	26.95%	12.73%	12.23%
TIR - Springbank	1,086,690	4.6%	4.6%	-0.02%	-0.02%	26.90%	N/A	N/A
Total Timberland	1,599,962	6.7%	6.7%	-0.04%	-0.04%	27.33%	26.21%	20.09%
NCREIF Timberland Index				0.76%	0.76%	11.89%	15.17%	11.37%
Infrastructure								
JP Morgan	268,883	1.1%	1.1%	-1.03%	-1.03%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	5,653,838	23.7%	24.5%	0.03%	0.03%	12.52%	11.43%	10.17%
Lehman Aggregate				0.83%	0.83%	6.12%	3.98%	4.48%
HIGH YIELD BONDS								
Core								
Loomis Sayles	564,540	2.4%	2.4%	-3.40%	-3.40%	13.37%	11.25%	N/A
Sutter/Wells Capital	565,431	2.4%	2.4%	-7.54%	-7.54%	9.82%	8.02%	N/A
Total Core	1,129,971	4.7%	4.7%	-5.44%	-5.44%	11.59%	9.63%	5.67%
LB High Yield 2% Issuer Contstrained Index				-3.48%	-3.48%	11.22%	8.70%	N/A
Mezzanine Debt								
Goldman Sachs	27,574	0.1%	0.1%	-0.14%	-0.14%	7.39%	N/A	N/A
TCW	41,252	0.2%	0.2%	N/A	N/A	N/A	N/A	N/A
Total Mezzanine Debt	68,827	0.3%	0.3%	-0.14%	-0.14%	7.39%	N/A	N/A
LB High Yield 2% Issuer Contstrained Index				-3.48%	-3.48%	11.22%		
TOTAL HIGH YIELD BONDS	1,198,798	5.0%	5.0%	-5.37%	-5.37%	11.62%	9.64%	11.24%
LB High Yield 2% Issuer Contstrained Index				-3.48%	-3.48%	11.22%	8.77%	11.75%
INTERNATIONAL FIXED INCOME								
International Sovereign								
UBS Global (Brinson)	978,992	4.1%	4.5%	3.18%	3.18%	0.21%	2.69%	6.66%
Citigroup Non-US Gov't Bond Index (5)				3.31%	3.31%	2.22%	3.23%	6.89%
International Core								
Brandywine	1,015,012	4.3%	4.5%	1.59%	1.59%	6.63%	7.38%	N/A
Lehman Global Aggregate (ex-US)				2.79%	2.79%	3.78%	5.22%	N/A
TOTAL INTERNATIONAL FIXED INCOME	1,994,004	8.4%	9.0%	2.36%	2.36%	3.41%	5.03%	8.23%
Citigroup Non-US Gov't Bond Index (5)				3.31%	3.31%	2.22%	3.27%	6.92%
REAL ESTATE								
INVESCO	923,005			-0.04%	-0.04%	14.44%	N/A	N/A
J.P. Morgan Strategic & Special Funds	956,335			-0.09%	-0.09%	19.72%	20.09%	15.71%
J.P. Morgan Alternative Property Fund	225,159			-0.33%	-0.33%	6.70%	N/A	N/A
TOTAL REAL ESTATE	2,104,500	8.8%	8.5%	-0.09%	-0.09%	15.47%	20.09%	15.71%
NCREIF TOTAL INDEX				1.51%	1.51%	17.24%	17.83%	14.30%
ALTERNATIVE INVESTMENTS								
Coral Partners V	15,624			0.00%	0.00%	-1.78%	-4.71%	-14.30%
Coral Partners V - Supplemental	2,213			0.00%	0.00%	8.49%	3.75%	0.86%
Coral Momentum Fund (Formerly Fund VI)	52,522			0.00%	0.00%	-16.26%	-8.10%	N/A
Brinson 1998 Partnership Fund	3,595			0.00%	0.00%	31.02%	22.24%	11.25%
Brinson 1999 Partnership Fund	9,117			0.00%	0.00%	19.95%	14.43%	7.53%
Brinson 2000 Partnership Fund	25,053			0.00%	0.00%	13.52%	18.72%	9.86%
Brinson 2001 Partnership Fund	20,872			0.00%	0.00%	15.81%	13.02%	7.67%
Brinson 2002 Partnership Fund	11,736			0.00%	0.00%	11.10%	12.11%	11.95%
Brinson 2003 Partnership Fund	3,953			0.00%	0.00%	34.38%	19.70%	N/A
Total Brinson Partnership Funds	74,325			0.00%	0.00%	16.34%	16.34%	10.08%
Brinson 1999 Non-US Partnership Fund	4,842			0.00%	0.00%	111.26%	57.67%	39.95%
Brinson 2000 Non-US Partnership Fund	9,467			0.00%	0.00%	55.10%	34.26%	25.05%
Brinson 2001 Non-US Partnership Fund	7,233			0.00%	0.00%	7.81%	14.42%	11.71%
Brinson 2002 Non-US Partnership Fund	14,582			0.00%	0.00%	88.98%	43.24%	29.72%
Brinson 2003 Non-US Partnership Fund	12,817			0.00%	0.00%	76.59%	33.38%	N/A
Brinson 2004 Non-US Partnership Fund	4,831			0.00%	0.00%	23.98%	15.75%	N/A
Total Brinson Non-US Partnership Fund	53,772			0.00%	0.00%	62.33%	35.68%	25.84%
Brinson BVCF IV	43,530			0.00%	0.00%	-3.23%	10.47%	6.87%
Adams Street Direct Co-investment Fund	21,579			0.00%	0.00%	N/A	N/A	N/A
Matlin Patterson Global Opportunities	33,409			0.00%	0.00%	10.95%	25.72%	N/A
Matlin Patterson Global Opportunities II	72,265			0.00%	0.00%	37.09%	N/A	N/A
Matlin Patterson Global Opportunities III	1,832			0.00%	0.00%	N/A	N/A	N/A
InvestAmerica	12,538			0.00%	0.00%	13.96%	-2.58%	-5.68%
Hearthstone MSII	0			0.00%	0.00%	-95.85%	-100.00%	-100.00%
Hearthstone MSIII	6,740			0.00%	0.00%	208.65%	79.05%	N/A
Corsair III	9,127			0.00%	0.00%	N/A	N/A	N/A
Quantum Resources	9,048			0.00%	0.00%	N/A	N/A	N/A
Quantum Energy Partners	2,081			0.00%	0.00%	N/A	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (6)	410,607	1.7%	3.0%	0.00%	0.00%	16.97%	15.16%	8.08%
CASH EQUIVALENTS								
Northern Trust STIF/STEP	287,799	1.2%	0.0%	0.33%	0.33%	5.25%	3.91%	3.00%
90 Day T-Bill				0.39%	0.39%	5.21%	3.78%	2.76%
TOTAL FUND	23,813,537	100.0%	100.0%	-1.82%	-1.82%	17.87%	13.79%	12.47%
POLICY TARGET BENCHMARK				-1.33%	-1.33%	14.48%	10.23%	9.83%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) TCW was terminated on September 22, 2006. The portfolio was transferred to Calamos on October 5, 2006.

(3) Prior to January 1, 2005, the benchmark was the First Boston Convertible Index.

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Market Value	Actual	Policy	Net ROR	Net ROR	Net ROR	Net	Net

(4) Prior to June 1, 2006, the Toredos properties were under the management of RMK.
(5) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.
(6) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual cost: